

Appendix 4B

preliminary final report

Introduced 30/6/2002.

Name of entity

Macquarie Bank Limited

ABN or equivalent company
reference

46 008 583 542

Half yearly
(tick)

Preliminary
final (tick)

Half year/financial year ended ('current period')

31 March 2003

For announcement to the market

Extracts from this report for announcement to the market (see note 1).

\$A M

Income from ordinary activities	up	18%	to	1,890
Profit from ordinary activities after tax attributable to ordinary equity holders (item 1.22)	up	33%	to	333
Profit from extraordinary items after tax attributable to members (item 2.5(d))	gain (loss) of			Nil
Net profit for the period attributable to ordinary equity holders (item 1.11)	up	33%	to	333

Ordinary share dividends	Amount per security	Franked amount per security
Final dividend (Preliminary final report only - item 15.4)	52¢	52¢
Interim dividend (Half yearly report only - item 15.6)		
Special dividend	50¢	50¢
Previous corresponding period (Preliminary final report - item 15.5; half yearly report - item 15.7)	52¢	36.4¢

⁺Record date for determining entitlements to the above dividends,
(in the case of a trust, distribution) (see item 15.2)

23 May 2003

Brief explanation of any of the figures reported above (see Note 1) and short details of any bonus or cash issue or other item(s) of importance not previously released to the market:

In addition to the final ordinary dividend of 52 cents per share, the Board has declared a special dividend on ordinary shares of 50 cents per share to be paid in conjunction with the final dividend.

Following annual promotions and compensation reviews the Board has approved the issue of invitations for approximately eight million employee options on the same basis as in previous years. These options are expected to be granted in either July or August 2003.

If this is a half yearly report it is to be read in conjunction with the most recent annual financial report.

+ See chapter 19 for defined terms.

Condensed consolidated statement of financial performance

		Current period – \$A M	Previous corresponding period - \$A M
1.1	Income from ordinary activities before borrowing costs (<i>see items 1.23 -1.25</i>)	2,717	2,384
1.2	Expenses from ordinary activities (<i>see items 1.26 & 1.27</i>)	(1,430)	(1,245)
1.3	Borrowing costs	(827)	(790)
1.4	Share of net profits (losses) of associates and joint venture entities (<i>see item 16.7</i>)	-	6
1.5	Profit (loss) from ordinary activities before tax	460	355
1.6	Income tax on ordinary activities (<i>refer attachment A</i>)	(96)	(76)
1.7	Profit (loss) from ordinary activities after tax	364	279
1.8	Profit (loss) from extraordinary items after tax (<i>see item 2.5</i>)	-	-
1.9	Net profit (loss)	364	279
1.10	Net (loss) attributable to outside ⁺ equity interests	(3)	-
	Distributions on Macquarie Income Securities	(28)	(29)
1.11	Net profit (loss) for the period attributable to ordinary equity holders	333	250
Changes in equity not resulting from transactions with owners as owners			
1.12	Increase in revaluation reserves	-	-
1.13	Net exchange differences recognised in equity	-	-
1.14	Other revenue, expense and initial adjustments recognised directly in equity	-	-
1.15	Initial adjustments from UIG transitional provisions	-	-
1.16	Total transactions and adjustments recognised directly in equity (items 1.12 to 1.15)	-	-
1.17	Total changes in equity not resulting from transactions with owners as owners	333	250

Earnings per security (EPS)		Current period	Previous corresponding period
		Amount per share	
1.18	Basic EPS	164.84	132.83
1.19	Diluted EPS	163.06	129.14

+ See chapter 19 for defined terms.

Notes to the condensed consolidated statement of financial performance

Profit (loss) from ordinary activities attributable to members

	Current period - \$A M	Previous corresponding period - \$A M
1.20 Profit (loss) from ordinary activities after tax (<i>item 1.7</i>)	364	279
1.21 (Less) outside ⁺ equity interests	(3)	-
Distributions on Macquarie Income Securities	(28)	(29)
1.22 Profit (loss) from ordinary activities after tax attributable to ordinary equity holders	333	250

Revenue and expenses from ordinary activities

(see note 15)

	Current period - \$A M	Previous corresponding period - \$A M
1.23 Details of income:		
1.24 Interest income	1,074	1,009
Net fee and commission income	1,116	1,003
Trading income	402	361
1.25 Other income (before net profits from associates and joint venture entities)	194	46
Other expenses	(69)	(35)
Total income from ordinary activities (before borrowing costs and profits from associates)	2,717	2,384
Borrowing costs	(827)	(790)
Profits from associates	-	6
Total income from ordinary activities	1,890	1,600
1.26 Details of expenses:		
Employment expenses	(970)	(859)
Occupancy expenses	(92)	(84)
Non-salary technology expenses	(84)	(79)
Professional fees, travel and communication expenses	(123)	(117)
Other operating expenses	(161)	(106)
Total expenses from ordinary activities	(1,430)	(1,245)
Separate disclosures (included in the above):		
1.27 Depreciation and amortisation excluding amortisation of intangibles (<i>see item 2.3</i>)	(50)	(46)
Capitalised outlays		
1.28 Interest costs capitalised in asset values	Nil	Nil
1.29 Outlays capitalised in intangibles (unless arising from an ⁺ acquisition of a business)	Nil	Nil

+ See chapter 19 for defined terms.

Consolidated retained profits

		Current period - \$A M	Previous corresponding period - \$A M
1.30	Retained profits (accumulated losses) at the beginning of the financial period	617	551
1.31	Net profit (loss) attributable to members (<i>item 1.11</i>)	361	279
	Distributions paid or provided on Macquarie Income Securities	(28)	(29)
1.32	Net transfers from (to) reserves (<i>details if material</i>)	-	-
1.33	Net effect of changes in accounting policies	-	-
1.34	Dividends and other equity distributions paid or payable	(291)	(184)
1.35	Retained profits (accumulated losses) at end of financial period	659	617

Intangible and extraordinary items

		<i>Consolidated - current period</i>			
		Before tax \$A M (a)	Related tax \$A M (b)	Related outside +equity interests \$A M (c)	Amount (after tax) attributable to members \$A M(d)
2.1	Amortisation of goodwill				
2.2	Amortisation of other intangibles				
2.3	Total amortisation of intangibles	Nil	Nil	Nil	Nil
2.4	Extraordinary items (details)				
2.5	Total extraordinary items	Nil	Nil	Nil	Nil

+ See chapter 19 for defined terms.

Comparison of half year profits

(Preliminary final report only)

3.1 Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the *1st* half year (item 1.22 in the half yearly report)

3.2 Consolidated profit (loss) from ordinary activities after tax attributable to members for the *2nd* half year

	Current year - \$A M	Previous year - \$A M
	183	130
	150	120

+ See chapter 19 for defined terms.

Condensed consolidated statement of financial position

	At end of current period \$A M	As shown in last annual report \$A M	As in last half yearly report \$A M
Cash and liquid assets	311	283	360
Securities purchased under resale agreements	5,155	4,313	2,895
Trading assets	4,780	4,864	5,513
Other securities	2,181	1,937	2,288
Loan assets	9,894	9,209	11,095
Other financial market assets	5,309	4,630	5,550
Other financial assets	1,828	1,927	1,795
Life insurance investment assets	2,516	2,588	2,473
Equity investments	130	102	115
Investments in associated and incorporated joint ventures	142	90	109
Fixed assets	125	135	133
Tax assets	146	156	213
4.19 Total assets	32,517	30,234	32,539
Liabilities			
Due to other financial institutions	517	565	627
Securities sold under repurchase agreements	2,221	928	2,409
Securities borrowed	2,381	2,359	1,092
Deposits	3,966	4,520	4,466
Notes payable	10,069	9,434	11,412
Other financial market liabilities	4,718	3,811	4,711
Provision for income tax	18	17	42
Other financial liabilities	2,665	2,923	2,017
Life insurance policy liabilities	2,456	2,539	2,429
Provision for dividend and distributions	213	109	89
Provision for deferred income tax	30	100	119
Other provisions	122	120	132
<u>Loan capital</u>			
Subordinated debt	406	242	242
Converting Preference Shares	150	150	150
4.25 Total liabilities	29,932	27,817	29,937
4.33 Net assets	2,585	2,417	2,602

+ See chapter 19 for defined terms.

Condensed consolidated statement of financial position continued

		At end of current period \$A M	As shown in last annual report \$A M	As in last half yearly report \$A M
Equity				
<u>Contributed equity</u>				
	Ordinary share capital	1,137	1,012	1,096
	Macquarie Income Securities	391	391	391
	Retained earnings	659	617	717
4.37	Equity attributable to equity holders of the parent entity	2,187	2,020	2,204
4.38	Outside ⁺ equity interests in controlled entities	398	397	398
4.39	Total equity	2,585	2,417	2,602

4.40	Preference capital included as part of 4.37 (Macquarie Income Securities)	391	391	391
------	--	-----	-----	-----

Notes to the condensed consolidated statement of financial position

Exploration and evaluation expenditure capitalised

(To be completed only by entities with mining interests if amounts are material. Include all expenditure incurred.)

		Current period \$A M	Previous corresponding period - \$A M
5.1	Opening balance		
5.2	Expenditure incurred during current period		
5.3	Expenditure written off during current period		
5.4	Acquisitions, disposals, revaluation increments, etc.		
5.5	Expenditure transferred to development properties		
5.6	Closing balance as shown in the consolidated balance sheet (item 4.12)	Nil	Nil

Development properties

(To be completed only by entities with mining interests if amounts are material)

6.1	Opening balance		
6.2	Expenditure incurred during current period		
6.3	Expenditure transferred from exploration and evaluation		
6.4	Expenditure written off during current period		
6.5	Acquisitions, disposals, revaluation increments, etc.		
6.6	Expenditure transferred to mine properties		
6.7	Closing balance as shown in the consolidated balance sheet (item 4.13)	Nil	Nil

+ See chapter 19 for defined terms.

Condensed consolidated statement of cash flows

	Current period \$A M	Previous corresponding period - \$A M
Cash flows related to operating activities		
Interest received	1,083	980
Interest and other costs of finance (paid)	(856)	(821)
Dividends and distributiond received	90	144
Fees and other non-interest income received	1,294	1,149
Fees and commissions (paid)	(257)	(156)
Net receiptsfrom dealing in financial instruments	1,113	627
(Payments) to suppliers	(441)	(709)
Employment expenses (paid)	(866)	(816)
Income taxes (paid)	(197)	(165)
Life insurance investment income	105	84
Life insurance premiums received	1,710	1,854
Life insurance (policy payments)	(1,750)	(1,946)
Broadcast Australia – net receipts from operations	17	-
7.9 Net operating cash flows	1,045	225
Cash flows related to investing activities		
Loan assets (granted)	(4,674)	(3,698)
Proceeds from securitisation of loan assets	4,407	2,258
Recovery of loans previously written-off	1	-
(Payments) for other securities	(737)	(1,788)
Proceeds from the realisation of other securities	298	121
(Payments) for equity investments	(109)	(78)
Proceeds from the sale of equity investments	13	27
(Payments) for fixed assets	(40)	(75)
Proceeds from the sale of fixed assets	2	2
(Payments) for life insurance investmets	(5,881)	(7,803)
Proceeds from the sale of life insurance investments	5,847	7,841
Broadcast Australia – payment for acquisition, net of cash acquired	(296)	-
Broadcast Australia – cash deconsolidated	(17)	-
7.17 Net investing cash flows	(1,186)	(3,193)

+ See chapter 19 for defined terms.

	Current period \$A M	Previous corresponding period - \$A M
Cash flows related to financing activities		
Net (decrease)/increase in money markets and other deposit accounts	(32)	2,231
Proceeds from the issue of ordinary share capital	47	623
Transaction costs for the issue of ordinary share capital	-	(3)
Proceeds from outside equity interest	1	394
(Repayment) of subordinated debt	(50)	-
Issue of subordinated debt	225	
Dividends and distributions (paid)	(141)	(213)
Broadcast Australia – net proceeds from borrowings	137	-
7.23 Net financing cash flows	187	3,032
7.24 Net increase (decrease) in cash held	46	64
Cash at beginning of period		
7.25 <i>(see Reconciliation of cash)</i>	243	179
7.26 Exchange rate adjustments to item 7.25.		
7.27 Cash at end of period <i>(see Reconciliation of cash)</i>	289	243

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. (*If an amount is quantified, show comparative amount.*)

Nil

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current period \$A M	Previous corresponding period - \$A M
8.1 Cash on hand and at bank	311	283
8.2 Deposits at call	-	-
8.3 Bank overdraft	-	-
8.4 Other (provide details)		
- Due to clearing houses	(3)	(31)
- Due to clearing bank	(19)	(9)
8.5 Total cash at end of period (item 7.27)	289	243

+ See chapter 19 for defined terms.

Other notes to the condensed financial statements

Ratios	Current period	Previous corresponding period
<p>Profit before tax / income Consolidated profit (loss) from ordinary activities before tax (<i>item 1.5</i>) as a percentage of income from ordinary activities before borrowing costs (<i>item 1.1</i>)</p>	16.9%	14.9%
<p>9.1</p>		
<p>Profit after tax / ⁺equity interests Consolidated net profit (loss) from ordinary activities after tax attributable to ordinary equity holders (<i>item 1.11</i>) as a percentage of equity (similarly attributable) at the end of the period (<i>item 4.37</i>)</p>	18.5%	15.3%
<p>9.2</p>		

+ See chapter 19 for defined terms.

Earnings per security (EPS)

10. Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 18 of *AASB 1027: Earnings Per Share* are as follows.

	Current period	Previous corresponding period
Calculation of the following in accordance with <i>AASB 1027: Earnings per Share</i>		
(a) Basic EPS	164.84¢	132.83¢
(b) Diluted EPS (if materially different from (a))	163.06¢	129.14¢
(c) Weighted average number of ordinary shares outstanding during the period used in the calculation of the Basic EPS	202,014,367	188,505,201

NTA backing <i>(see note 7)</i>	Current period	Previous corresponding period
11.1 Net tangible asset backing per ⁺ ordinary security	\$8.23	\$7.94

Discontinuing operations

(Entities must report a description of any significant activities or events relating to discontinuing operations in accordance with paragraph 7.5 (g) of AASB 1029: Interim Financial Reporting, or, the details of discontinuing operations they have disclosed in their accounts in accordance with AASB 1042: Discontinuing Operations (see note 17).)

12.1 Discontinuing operations

N/A

Control gained over entities having material effect

13.1 Name of entity (or group of entities)	ntl Belgium sprl and controlled entities (subsequently renamed Broadcast Australia Group)
13.2 Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) since the date in the current period on which control was ⁺ acquired	\$35 million (including gain on deconsolidation)
13.3 Date from which such profit has been calculated	2 April to 12 August 2002
13.4 Profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period	N/A

⁺ See chapter 19 for defined terms.

Loss of control of entities having material effect

14.1	Name of entity (or group of entities)	Broadcast Australia Group
14.2	Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	\$35 million (including gain on deconsolidation)
14.3	Date to which the profit (loss) in item 14.2 has been calculated	2 April to 12 August 2002
14.4	Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) while controlled during the whole of the previous corresponding period	N/A
14.5	Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control	N/A

Dividends (in the case of a trust, distributions)

15.1	Date the dividend (distribution) is payable	Ordinary final and special: 2 July 2003
15.2	+Record date to determine entitlements to the dividend (distribution) (i.e., on the basis of proper instruments of transfer received by 5.00 pm if +securities are not +CHESS approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if +securities are +CHESS approved)	Ordinary final and special: 23 May 2003
15.3	If it is a final dividend, has it been declared? (<i>Preliminary final report only</i>)	Yes

+ See chapter 19 for defined terms.

Amount per ordinary security

		Amount per security	Franked amount per security at 30 % tax (see note 4)	Amount per security of foreign source dividend
15.4	<i>(Preliminary final report only)</i>			
	Final dividend: Current year	52¢	52¢	Nil
	Special dividend	50¢	50¢	Nil
15.5	Previous year	52¢	36.4 ¢	Nil
15.6	<i>(Half yearly and preliminary final reports)</i>			
	Interim dividend: Current year	41¢	34.85¢	4.51¢
15.7	Previous year	41¢	28.7¢	Nil¢

Total dividend (distribution) per security (interim plus final)

(Preliminary final report only)

	Current year	Previous year
15.8 +Ordinary securities	143¢	93¢
15.9 Preference +securities		
Converting Preference Shares	\$7.36	\$7.42
Macquarie Income Securities	\$7.25	\$7.25

Half yearly report - interim dividend (distribution) on all securities *or*

Preliminary final report - final dividend (distribution) on all securities

	Current period \$A M	Previous corresponding period - \$A M
15.10 +Ordinary securities <i>(each class separately)</i>		
- Final	106	103
- Special	102	-
15.11 Preference +securities	-	-
15.12 Other equity instruments <i>(each class separately)</i>	-	-
15.13 Total	208	103

The +dividend or distribution plans shown below are in operation.

A Dividend Reinvestment Plan (“DRP”) is in operation for ordinary shareholders in Australia and New Zealand. The DRP is optional and provides the opportunity for such shareholders to acquire fully paid ordinary shares, without transaction costs, at a 2.5% discount to the prevailing market price. An ordinary shareholder may elect to participate in or terminate their involvement in the DRP at any time. The DRP will operate for both the final ordinary dividend and the special ordinary dividend to be paid on 2 July 2003.

The last date(s) for receipt of election notices for the +dividend or distribution plans

22 May 2003

Any other disclosures in relation to dividends (distributions). *(For half yearly reports, provide details in accordance with paragraph 7.5(d) of AASB 1029 Interim Financial Reporting)*

The Bank has declared a dividend on its Converting Preference Shares (“CPS”). In accordance with the terms of issue, a dividend of 7.38% p.a. for the 182 days from 16 December 2002 to 15 June 2003 will be paid on 16 June 2003 (i.e.\$3.6799 per share). The dividend will be 100% franked at a 30% tax rate.

+ See chapter 19 for defined terms.

Details of aggregate share of profits (losses) of associates and joint venture entities

Group's share of associates' and joint venture entities':	Current period \$A M	Previous corresponding period - \$A M
16.1 Profit (loss) from ordinary activities before tax	-	6
16.2 Income tax on ordinary activities	-	-
16.3 Profit (loss) from ordinary activities after tax	-	6
16.4 Extraordinary items net of tax	-	-
16.5 Net profit (loss)	-	6
16.6 Adjustments	-	-
16.7 Share of net profit (loss) of associates and joint venture entities	-	6

Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities. *(If the interest was acquired or disposed of during either the current or previous corresponding period, indicate date of acquisition ("from dd/mm/yy") or disposal ("to dd/mm/yy").)*

<i>Name of entity</i>	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss) <i>(item 1.9)</i>	
17.1 Equity accounted associates and joint venture entities	Current period	Previous corresponding period	Current period \$A M	Previous corresponding period - \$A M

No individually material investments

+ See chapter 19 for defined terms.

Issued and quoted securities at end of current period

(Description must include rate of interest and any redemption or conversion rights together with prices and dates)

Category of +securities	Total number	Number quoted	Issue price per security (see note 14)(cents)	Amount paid up per security (see note 14) (cents)
18.1 Equity +securities (Macquarie Income Securities*)	4,000,000	4,000,000	100	\$100
18.2 Changes during current period	Nil	Nil		
18.3 +Ordinary securities	204,498,144	204,498,144	N/A	N/A
18.4 Changes during current period				
DRP: 2/7/02	1,679,485	1,679,485	\$29.60	\$29.60
DRP: 20/12/02	1,233,101	1,233,101	\$22.86	\$22.86
Exercise of options	3,036,064	3,036,064	Various	Various
Employee Share Plan: 17/1/03	49,666	49,666	\$26.22	\$26.22
18.5 +Convertible debt securities (Converting Preference Shares**)	1,500,000	1,500,000	\$100	\$100
18.6 Changes during current period				
18.7 Options	Refer attachment B			
18.11 Debentures (totals only)				
18.12 <i>Qanmacs</i>	Nil	Nil		
Changes during current period				
(a) Decreases through securities matured, converted	40,000,000	40,000,000		

* The Macquarie Income Securities are classified as equity in accordance with AASB 1033 "Presentation and Disclosure of Financial Instruments". Interest is paid quarterly at a floating rate of BBSW plus 1.7% p.a. From the date of issue until 15 January 2003 there was a guaranteed minimum interest rate of 7.25% p. a. Payment of interest to holders is subject to certain conditions, including the profitability of the Bank. They are a perpetual instrument with no conversion rights. They were listed for trading on the Australian Stock Exchange on 19 October 1999.

** The Converting Preference Shares are classified as debt in accordance with AASB 1033 "Presentation and Disclosure of Financial Instruments". Non-cumulative dividends are paid six monthly at a fixed rate of 7.38% p.a. They convert to ordinary shares of the Bank, at a predetermined rate, on 15 June 2004 although if certain Trigger Events occur, including the non-payment of a dividend or in the event of the Bank being placed into liquidation or wound up, conversion may occur earlier. The Bank also has the option to convert them to ordinary shares anytime after 15 June 2003.

+ See chapter 19 for defined terms.

Segment reporting

(Information on the business and geographical segments of the entity must be reported for the current period in accordance with *AASB 1005: Segment Reporting* and for half year reports, *AASB 1029: Interim Financial Reporting*. Because entities employ different structures a pro forma cannot be provided. Segment information in the layout employed in the entity's ⁺accounts should be reported separately and attached to this report.)

Refer attachment C

Comments by Directors

(Comments on the following matters are required by ASX or, in relation to the half yearly report, by *AASB 1029: Interim Financial Reporting*. The comments do not take the place of the directors' report and statement (as required by the Corporations Act) and may be incorporated into the directors' report and statement. For both half yearly and preliminary final reports, if there are no comments in a section, state NIL. If there is insufficient space to comment, attach notes to this report.)

N/A

Basis of financial report preparation

19.1 [Delete if preliminary final report.]

19.2 Material factors affecting the revenues and expenses of the economic entity for the current period. In a half yearly report, provide explanatory comments about any seasonal or irregular factors affecting operations.

Refer to Media Release

19.3 A description of each event since the end of the current period which has had a material effect and which is not already reported elsewhere in this Appendix or in attachments, with financial effect quantified (if possible).

None have occurred.

19.4 Franking credits available and prospects for paying fully or partly franked dividends for at least the next year.

\$40 million (2002: \$15 million)

With effect from 1 July 2002, Australian tax law requires companies to maintain franking accounts on a tax paid basis. The disclosure above, including the prior year comparatives, therefore reflects the new tax paid basis of measuring franking credits.
--

The franked portion of dividends proposed as at 31 March 2003 will be franked out of existing franking credits or out of franking credits arising from the payment of income tax payable at the end of the financial year. The above amounts represent the balances of the franking accounts as at the end of the financial year, adjusted for:

- | |
|--|
| (a) franking credits that will arise from the payment of income tax payable as at the end of the financial year;
(b) franking credits that may be prevented from being distributed in subsequent financial years;
(c) franking debits that will arise from the payment of dividends proposed as at the end of the financial year;
and
(d) franking debits that will arise from the receipt of tax receivables as at the end of the financial year. |
|--|

The extent of franking of future dividends is uncertain and is dependant on the Bank's future Australian taxable income.
--

⁺ See chapter 19 for defined terms.

19.5 Unless disclosed below, the accounting policies, estimation methods and measurement bases used in this report are the same as those used in the last annual report. Any changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows. (Disclose changes and differences in the half yearly report in accordance with *AASB 1029: Interim Financial Reporting*. Disclose changes in accounting policies in the preliminary final report in accordance with *AASB 1001: Accounting Policies-Disclosure*).

Nil

19.6 Revisions in estimates of amounts reported in previous interim periods. For half yearly reports the nature and amount of revisions in estimates of amounts reported in previous +annual reports if those revisions have a material effect in this half year.

Nil

19.7 Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last + annual report.

No material changes from prior year.

+ See chapter 19 for defined terms.

Additional disclosure for trusts

20.1	Number of units held by the management company or responsible entity or their related parties.	N/A
20.2	A statement of the fees and commissions payable to the management company or responsible entity. Identify: <ul style="list-style-type: none"> • initial service charges • management fees • other fees 	N/A

Annual meeting

(Preliminary final report only)

The annual meeting will be held as follows:

Place	The Grand Ballroom The Westin Sydney No. 1 Martin Place, Sydney, 2000
Date	Thursday, 31 July 2003
Time	10.30am
Approximate date the ⁺ annual report will be available	27 June 2003

+ See chapter 19 for defined terms.

Compliance statement

1 This report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views.

Identify other standards used None

2 This report, and the ⁺accounts upon which the report is based, use the same accounting policies.

3 This report does give a true and fair view of the matters disclosed.

4 This report is based on ⁺accounts to which one of the following applies.

(Tick one)

- | | | | |
|-------------------------------------|---|--------------------------|---|
| <input checked="" type="checkbox"/> | The ⁺ accounts have been audited. | <input type="checkbox"/> | The ⁺ accounts have been subject to review. |
| <input type="checkbox"/> | The ⁺ accounts are in the process of being audited or subject to review. | <input type="checkbox"/> | The ⁺ accounts have <i>not</i> yet been audited or reviewed. |

5 The independent audit report on the consolidated financial statements for the year ended 31 March 2003 is unqualified

6 The entity has a formally constituted audit committee.

Sign here: Date:
(Director/Company Secretary)

Print name:

⁺ See chapter 19 for defined terms.

Notes

1. **For announcement to the market** The percentage changes referred to in this section are the percentage changes calculated by comparing the current period's figures with those for the previous corresponding period. Do not show percentage changes if the change is from profit to loss or loss to profit, but still show whether the change was up or down. If changes in accounting policies or procedures have had a material effect on reported figures, do not show either directional or percentage changes in profits. Explain the reason for the omissions in the note at the end of the announcement section. Entities are encouraged to attach notes or fuller explanations of any significant changes to any of the items in page 1. The area at the end of the announcement section can be used to provide a cross reference to any such attachment.
2. **True and fair view** If this report does not give a true and fair view of a matter (for example, because compliance with an Accounting Standard is required) the entity must attach a note providing additional information and explanations to give a true and fair view.
3. **Condensed consolidated statement of financial performance**
 - Item 1.1 The definition of "revenue" and an explanation of "ordinary activities" are set out in *AASB 1004: Revenue*, and *AASB 1018: Statement of Financial Performance*.
 - Item 1.6 This item refers to the total tax attributable to the amount shown in item 1.5. Tax includes income tax and capital gains tax (if any) but excludes taxes treated as expenses from ordinary activities (eg, fringe benefits tax).
4. **Income tax** If the amount provided for income tax in this report differs (or would differ but for compensatory items) by more than 15% from the amount of income tax *prima facie* payable on the profit before tax, the entity must explain in a note the major items responsible for the difference and their amounts. The rate of tax applicable to the franking amount per dividend should be inserted in the heading for the column "Franked amount per security at % tax" for items 15.4 to 15.7.
5. **Condensed consolidated statement of financial position**

Format The format of the consolidated statement of financial position should be followed as closely as possible. However, additional items may be added if greater clarity of exposition will be achieved, provided the disclosure still meets the requirements of *AASB 1029: Interim Financial Reporting*, and *AASB 1040: Statement of Financial Position*. Also, banking institutions, trusts and financial institutions may substitute a clear liquidity ranking for the Current/Non-Current classification.

Basis of revaluation If there has been a material revaluation of non-current assets (including investments) since the last ⁺annual report, the entity must describe the basis of revaluation adopted. The description must meet the requirements of *AASB 1010: Accounting for the Revaluation of Non-Current Assets*. If the entity has adopted a procedure of regular revaluation, the basis for which has been disclosed and has not changed, no additional disclosure is required.
6. **Condensed consolidated statement of cash flows** For definitions of "cash" and other terms used in this report see *AASB 1026: Statement of Cash Flows*. Entities should follow the form as closely as possible, but variations are permitted if the directors (in the case of a trust, the management company) believe that this presentation is inappropriate. However, the

⁺ See chapter 19 for defined terms.

- presentation adopted must meet the requirements of *AASB 1026*. ⁺Mining exploration entities may use the form of cash flow statement in Appendix 5B.
7. **Net tangible asset backing** Net tangible assets are determined by deducting from total tangible assets all claims on those assets ranking ahead of the ⁺ordinary securities (i.e., all liabilities, preference shares, outside ⁺equity interests etc). ⁺Mining entities are *not* required to state a net tangible asset backing per ⁺ordinary security.
 8. **Gain and loss of control over entities** The gain or loss must be disclosed if it has a material effect on the ⁺accounts. Details must include the contribution for each gain or loss that increased or decreased the entity's consolidated profit (loss) from ordinary activities and extraordinary items after tax by more than 5% compared to the previous corresponding period.
 9. **Rounding of figures** This report anticipates that the information required is given to the nearest \$1,000. If an entity reports exact figures, the \$A M headings must be amended. If an entity qualifies under ASIC Class Order 98/0100 dated 10 July 1998, it may report to the nearest million dollars, or to the nearest \$100,000, and the \$A M headings must be amended.
 10. **Comparative figures** Comparative figures are to be presented in accordance with *AASB 1018* or *AASB 1029 Interim Financial Reporting* as appropriate and are the unadjusted figures from the latest annual or half year report as appropriate. However, if an adjustment has been made in accordance with an accounting standard or other reason or if there is a lack of comparability, a note explaining the position should be attached. For the statement of financial performance, *AASB 1029 Interim Financial Reporting* requires information on a year to date basis in addition to the current interim period. Normally an Appendix 4B to which *AASB 1029 Interim Financial Reporting* applies would be for the half year and consequently the information in the current period is also the year to date. If an Appendix 4B Half yearly version is produced for an additional interim period (eg because of a change of reporting period), the entity must provide the year to date information and comparatives required by *AASB 1029 Interim Financial Reporting*. This should be in the form of a multi-column version of the consolidated statement of financial performance as an attachment to the additional Appendix 4B.
 11. **Additional information** An entity may disclose additional information about any matter, and must do so if the information is material to an understanding of the reports. The information may be an expansion of the material contained in this report, or contained in a note attached to the report. The requirement under the listing rules for an entity to complete this report does not prevent the entity issuing reports more frequently. Additional material lodged with the ⁺ASIC under the Corporations Act must also be given to ASX. For example, a director's report and declaration, if lodged with the ⁺ASIC, must be given to ASX.
 12. **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if one exists) must be complied with.
 13. **Corporations Act financial statements** This report may be able to be used by an entity required to comply with the Corporations Act as part of its half-year financial statements if prepared in accordance with Australian Accounting Standards.
 14. **Issued and quoted securities** The issue price and amount paid up is not required in items 18.1 and 18.3 for fully paid securities.

⁺ See chapter 19 for defined terms.

- 15 Details of expenses** *AASB 1018* requires disclosure of expenses from ordinary activities according to either their nature or function. For foreign entities, there are similar requirements in other accounting standards accepted by ASX. *AASB ED 105* clarifies that the disclosures required by *AASB 1018* must be either *all* according to nature or *all* according to function. Entities must disclose details of expenses using the layout (by nature or function) employed in their ⁺accounts.

The information in lines 1.23 to 1.27 may be provided in an attachment to Appendix 4B.

Relevant Items *AASB 1018* requires the separate disclosure of specific revenues and expenses which are not extraordinary but which are of a size, nature or incidence that disclosure is *relevant* in explaining the financial performance of the reporting entity. The term “relevance” is defined in *AASB 1018*. There is an equivalent requirement in *AASB 1029: Interim Financial Reporting*. For foreign entities, there are similar requirements in other accounting standards accepted by ASX.

- 16 Dollars** If reporting is not in A\$, all references to \$A must be changed to the reporting currency. If reporting is not in thousands of dollars, all references to “000” must be changed to the reporting value.

17. Discontinuing operations

Half yearly report

All entities must provide the information required in paragraph 12 for half years beginning on or after 1 July 2001.

Preliminary final report

Entities must either provide a description of any significant activities or events relating to discontinuing operations equivalent to that required by paragraph 7.5 (g) of *AASB 1029: Interim Financial Reporting*, or, the details of discontinuing operations they are required to disclose in their ⁺accounts in accordance with *AASB 1042 Discontinuing Operations*.

In any case the information may be provided as an attachment to this Appendix 4B.

18. Format

This form is a Word document but an entity can re-format the document into Excel or similar applications for submission to the Companies Announcements Office in ASX.

⁺ See chapter 19 for defined terms.

MACQUARIE BANK LIMITED
and its controlled entities

	Consolidated	Consolidated
	2003	2002
	\$M	\$M
INCOME TAX (EXPENSE)		
Prima facie income tax (expense) on profit from ordinary activities*	(138)	(114)
Add back/(deduct) tax effect of permanent differences:		
Recoupment of unbooked tax losses	18	12
Rate differential on offshore income	13	11
Distribution paid/provided on Macquarie Income Securities	8	9
Net effect of different tax treatments for life insurance business	3	4
Rebateable dividend income	2	2
Dividend paid/provided on Converting Preference Shares	(4)	(4)
Effect of change in tax rates	-	(2)
Other items	2	6
Total income tax (expense)	(96)	(76)

* Prima facie income tax on profit from ordinary activities is calculated at the rate of 30% (2002: 34%) on profit from 1 April to 30 September 2002 and at a rate of 30% (2002: 30%) on profits from 1 October 2002 to 31 March 2003. The economic entity has a tax year ending on 30 September.

Macquarie Bank Limited
ABN 46 008 583 542
Full Year Ended 31 March 2003
Issued and Quoted Securities at end of current period - Options

	Latest Date for Exercise of Options	Exercise Price	Balance as at 31 March 2002	Options Issued during the Financial Year	Options Exercised during the Financial Year	Options Lapsed during the Financial Year	Balance as at 31 March 2003
MBLABLE	18 July 2002	\$11.17	800,934	0	(800,933)	(1)	0
MBLAAQ	11 August 2002	\$11.17	61,371	0	(61,371)	0	0
MBLABF	23 October 2002	\$13.17	20,000	0	(20,000)	0	0
MBLAAU	10 March 2003	\$11.39	6,668	0	(6,668)	0	0
MBLAAV	11 March 2003	\$13.20	6,668	0	(6,668)	0	0
MBLAAT	30 March 2003	\$11.53	20,000	0	(20,000)	0	0
MBLABS	8 April 2003	\$11.95	16,668	0	(16,668)	0	0
MBLABR	30 April 2003	\$13.15	10,000	0	(10,000)	0	0
MBLABV	8 May 2003	\$13.48	6,668	0	(6,668)	0	0
MBLABW	9 May 2003	\$14.35	6,668	0	(6,668)	0	0
MBLABY	14 May 2003	\$13.82	6,680	0	(6,680)	0	0
MBLABZ	15 May 2003	\$14.32	13,200	0	(13,200)	0	0
MBLACA	18 May 2003	\$13.28	20,000	0	(20,000)	0	0
MBLACC	20 May 2003	\$14.47	5,668	0	(5,668)	0	0
MBLACF	11 June 2003	\$14.31	11,334	0	(11,334)	0	0
MBLACG	12 June 2003	\$14.89	50,000	0	0	0	50,000
MBLACE	26 June 2003	\$14.52	14,500	0	(14,500)	0	0
MBLACI	27 July 2003	\$14.89	17,000	0	(17,000)	0	0
MBLACJ	21 August 2003	\$14.47	38,334	0	(10,000)	0	28,334
MBLACK	28 August 2003	\$14.29	1,676,523	0	(657,421)	0	1,019,102
MBLAAW	16 September 2003	\$14.83	14,168	0	(14,168)	0	0
MBLAAZ	18 September 2003	\$14.59	5,668	0	0	0	5,668
MBLAAV	22 September 2003	\$14.67	13,300	0	(13,300)	0	0
MBLAAZ	23 September 2003	\$13.11	5,668	0	(5,668)	0	0
MBLABB	25 September 2003	\$14.62	11,336	0	0	0	11,336
MBLACQ	6 November 2003	\$14.48	5,667	0	0	0	5,667
MBLACU	11 November 2003	\$13.50	11,334	0	0	0	11,334
MBLACO	24 November 2003	\$14.54	11,334	0	0	0	11,334
MBLACW	25 November 2003	\$13.03	5,668	0	(5,668)	0	0
MBLACP	26 November 2003	\$13.40	36,834	0	0	0	36,834
MBLACM	2 December 2003	\$12.25	17,000	0	0	0	17,000
MBLACN	4 December 2003	\$14.65	17,000	0	0	0	17,000
MBLACR	6 December 2003	\$12.73	17,000	0	(11,333)	0	5,667
MBLACS	7 December 2003	\$15.23	14,167	0	0	0	14,167
MBLACX	12 February 2004	\$15.06	11,334	0	0	0	11,334
MBLACY	15 February 2004	\$13.32	28,334	0	0	0	28,334
MBLADD	22 February 2004	\$14.55	28,334	0	(14,166)	(14,168)	0
MBLADE	23 February 2004	\$14.18	28,334	0	(11,333)	0	17,001
MBLADG	25 February 2004	\$15.60	17,000	0	0	0	17,000
MBLADI	31 March 2004	\$18.89	127,500	0	(15,000)	0	112,500
MBLADJ	23 April 2004	\$14.46	11,334	0	(5,666)	0	5,668
MBLADK	27 April 2004	\$14.36	131,668	0	(5,666)	0	126,002
MBLADL	28 April 2004	\$17.07	17,000	0	(5,500)	0	11,500
MBLADM	29 April 2004	\$17.17	11,334	0	(11,334)	0	0
MBLADN	30 April 2004	\$17.29	10,000	0	0	0	10,000
MBLADP	11 May 2004	\$16.82	11,334	0	0	0	11,334
MBLADU	4 June 2004	\$17.33	20,000	0	0	0	20,000
MBLADV	8 June 2004	\$14.52	17,000	0	(11,332)	0	5,668
MBLADS	25 June 2004	\$17.11	11,334	0	(5,666)	0	5,668
MBLADT	28 June 2004	\$14.48	28,334	0	(14,166)	0	14,168
MBLADW	13 August 2004	\$18.51	5,304,881	0	(840,559)	(70,076)	4,394,246
MBLADX	16 August 2004	\$19.07	10,000	0	(5,000)	0	5,000
MBLADY	17 August 2004	\$18.44	53,334	0	0	0	53,334
MBLADZ	18 August 2004	\$14.36	17,000	0	0	0	17,000
MBLAEA	19 August 2004	\$19.00	25,000	0	0	0	25,000
MBLAEAC	23 August 2004	\$18.08	10,000	0	0	0	10,000
MBLAEAD	24 August 2004	\$19.07	25,000	0	0	(25,000)	0
MBLAEAE	25 August 2004	\$19.09	10,000	0	0	0	10,000
MBLAEAF	26 August 2004	\$17.92	10,000	0	0	0	10,000
MBLAEAH	30 August 2004	\$17.82	25,000	0	0	0	25,000
MBLAEAG	31 August 2004	\$18.51	613,124	0	(157,086)	(31,672)	424,366
MBLAEAJ	6 September 2004	\$18.14	10,000	0	0	0	10,000
MBLAEAK	7 September 2004	\$18.08	50,000	0	0	0	50,000
MBLAEAL	24 September 2004	\$18.51	22,750	0	(6,375)	0	16,375
MBLAEAM	27 September 2004	\$18.51	37,500	0	0	0	37,500
MBLAEAN	11 October 2004	\$18.51	5,000	0	0	0	5,000
MBLAEAO	9 November 2004	\$18.86	5,000	0	0	0	5,000
MBLAEAP	10 November 2004	\$20.28	5,000	0	(3,171)	(1,829)	0
MBLAEAQ	12 November 2004	\$19.07	10,000	0	(10,000)	0	0
MBLAEAR	15 November 2004	\$17.93	37,500	0	0	(37,500)	0
MBLAEAT	25 November 2004	\$18.51	30,000	0	(12,500)	0	17,500
MBLAEAU	29 November 2004	\$20.29	75,000	0	(12,500)	0	62,500
MBLAEAW	1 December 2004	\$18.51	3,334	0	0	0	3,334
MBLAEAZ	7 December 2004	\$20.01	5,000	0	(3,332)	0	1,668

MBLAFA	9 December 2004	\$20.18	5,000	0	0	0	5,000
MBLAFB	10 December 2004	\$19.52	10,000	0	0	0	10,000
MBLAFD	13 December 2004	\$20.29	15,000	0	(10,416)	(4,584)	0
MBLAFE	20 January 2005	\$20.18	33,334	0	0	0	33,334
MBLAFG	21 January 2005	\$18.51	19,500	0	0	0	19,500
MBLAFH	24 January 2005	\$19.97	17,500	0	0	0	17,500
MBLAFI	25 January 2005	\$20.05	5,000	0	0	0	5,000
MBLAFJ	28 January 2005	\$23.22	21,775	0	0	0	21,775
MBLAFK	10 February 2005	\$20.05	100,000	0	0	0	100,000
MBLAFN	6 March 2005	\$18.51	22,500	0	0	0	22,500
MBLAFM	21 March 2005	\$21.16	5,000	0	0	0	5,000
MBLAFO	22 March 2005	\$24.14	5,000	0	0	0	5,000
MBLAFP	24 March 2005	\$24.56	5,000	0	0	0	5,000
MBLAFQ	27 March 2005	\$24.44	7,500	0	(2,500)	0	5,000
MBLAFR	28 March 2005	\$23.76	32,500	0	0	0	32,500
MBLAFR	21 July 2005	\$23.94	3,800,921	0	(107,880)	(195,520)	3,497,521
MBLAFS	1 August 2005	\$20.14	3,334	0	0	0	3,334
MBLAFV	2 August 2005	\$23.94	50,000	0	0	0	50,000
MBLAFW	3 August 2005	\$18.51	15,000	0	(1,666)	0	13,334
MBLAFX	5 August 2005	\$24.29	5,000	0	0	0	5,000
MBLAFZ	7 August 2005	\$24.69	30,000	0	0	0	30,000
MBLAGC	8 August 2005	\$23.94	12,083	0	0	0	12,083
MBLAGA	9 August 2005	\$24.12	5,000	0	0	0	5,000
MBLAGB	10 August 2005	\$25.71	5,000	0	0	0	5,000
MBLAFU	11 August 2005	\$23.94	111,182	0	0	(8,082)	103,100
MBLAGD	12 August 2005	\$25.49	5,000	0	0	(5,000)	0
MBLAGE	13 August 2005	\$23.06	5,000	0	0	0	5,000
MBLAGF	14 August 2005	\$24.16	12,500	0	0	0	12,500
MBLAGG	15 August 2005	\$24.24	5,000	0	0	0	5,000
MBLAGH	17 August 2005	\$23.63	5,000	0	0	0	5,000
MBLAGI	18 August 2005	\$23.76	5,000	0	0	0	5,000
MBLAGJ	19 August 2005	\$24.43	12,500	0	0	0	12,500
MBLAGK	20 August 2005	\$24.04	5,000	0	0	0	5,000
MBLAGM	22 August 2005	\$23.02	12,500	0	0	0	12,500
MBLAGN	24 August 2005	\$24.56	17,500	0	0	0	17,500
MBLAGO	25 August 2005	\$25.37	5,000	0	0	0	5,000
MBLAGP	26 August 2005	\$25.65	5,000	0	0	0	5,000
MBLAGS	30 August 2005	\$23.94	120,764	0	(1,666)	0	119,098
MBLAGV	28 September 2005	\$25.59	5,000	0	0	0	5,000
MBLAGU	29 September 2005	\$25.85	5,000	0	0	0	5,000
MBAHA	11 October 2005	\$20.18	3,334	0	0	0	3,334
MBLAHB	12 October 2005	\$25.01	5,000	0	0	(5,000)	0
MBLAHC	13 October 2005	\$24.36	12,500	0	0	0	12,500
MBLAGW	14 October 2005	\$25.59	10,000	0	0	0	10,000
MBLAGX	15 October 2005	\$26.12	12,500	0	0	0	12,500
MBLAHI	11 December 2005	\$27.56	5,000	0	0	0	5,000
MBLAHH	12 December 2005	\$26.57	17,500	0	0	0	17,500
MBLAHK	13 December 2005	\$24.80	32,500	0	0	(32,500)	0
MBLAHD	22 December 2005	\$24.24	5,000	0	0	0	5,000
MBLAHE	27 December 2005	\$26.45	5,000	0	0	0	5,000
MBLAHF	28 December 2005	\$27.63	5,000	0	0	0	5,000
MBLAHG	29 December 2005	\$26.32	12,500	0	0	0	12,500
MBLAHN	02 January 2006	\$27.28	32,500	0	0	0	32,500
MBLAHO	03 January 2006	\$27.86	5,000	0	0	0	5,000
MBLAHS	05 January 2006	\$27.71	5,000	0	0	0	5,000
MBLAHT	08 January 2006	\$26.95	5,000	0	0	0	5,000
MBLAHQ	09 January 2006	\$27.97	20,000	0	0	0	20,000
MBLAHV	11 January 2006	\$27.15	12,500	0	0	(7,293)	5,207
MBLAHP	12 January 2006	\$27.93	5,000	0	0	0	5,000
MBLAHU	15 January 2006	\$27.81	5,000	0	0	(5,000)	0
MBLAHW	16 January 2006	\$27.46	12,500	0	0	0	12,500
MBLAHX	17 January 2006	\$27.71	5,000	0	0	0	5,000
MBLAHY	18 January 2006	\$27.71	12,500	0	0	0	12,500
MBLAIA	19 January 2006	\$28.29	12,500	0	0	0	12,500
MBLAHZ	23 January 2006	\$28.51	12,500	0	0	(8,334)	4,166
MBLAHM	30 January 2006	\$27.83	5,000	0	0	0	5,000
MBLAHL	31 January 2006	\$27.71	5,000	0	0	0	5,000
MBL0001	01 February 2006	\$27.98	100,000	0	0	0	100,000
MBL0002	02 February 2006	\$27.71	22,500	0	0	(12,500)	10,000
MBL0003	26 February 2006	\$18.51	12,500	0	0	0	12,500
MBL0004	27 February 2006	\$28.39	5,000	0	0	0	5,000
MBL0005	28 February 2006	\$28.15	5,000	0	0	(5,000)	0
MBL0006	13 March 2006	\$27.13	5,000	0	0	(5,000)	0
MBL0007	20 March 2006	\$28.19	5,000	0	0	0	5,000
MBL0009	29 March 2006	\$27.66	5,000	0	0	(5,000)	0
MBL0010	02 April 2006	\$28.00	5,000	0	0	0	5,000
MBL0011	11 April 2006	\$27.28	5,000	0	0	(5,000)	0
MBL0012	17 April 2006	\$27.04	12,500	0	0	0	12,500
MBL0013	18 April 2006	\$28.57	5,000	0	0	(5,000)	0
MBL0014	19 April 2006	\$28.55	5,000	0	0	0	5,000
MBL0015	20 April 2006	\$28.05	12,500	0	0	0	12,500
MBL0016	23 April 2006	\$28.50	5,000	0	0	0	5,000
MBL0017	24 April 2006	\$26.85	5,000	0	0	0	5,000
MBL0018	28 May 2006	\$27.60	5,000	0	0	0	5,000
MBL0019	29 May 2006	\$27.77	5,000	0	0	0	5,000

MBL0020	06 June 2006	\$27.53	5,000	0	0	0	5,000
MBL0021	15 June 2006	\$27.58	5,000	0	0	0	5,000
MBL0023	24 July 2006	\$28.19	5,000	0	0	0	5,000
MBL0024	26 July 2006	\$28.22	5,000	0	0	(5,000)	0
MBL0025	27 July 2006	\$29.72	5,000	0	0	0	5,000
MBL0026	30 July 2006	\$29.56	5,000	0	0	(5,000)	0
MBL0027	31 July 2006	\$28.15	5,000	0	0	0	5,000
MBL0028	01 August 2006	\$28.46	5,000	0	0	0	5,000
MBL0029	02 August 2006	\$34.71	4,681,069	0	0	(214,393)	4,466,676
MBL0030	03 August 2006	\$30.25	5,000	0	0	0	5,000
MBL0031	07 August 2006	\$28.21	5,000	0	0	0	5,000
MBL0032	08 August 2006	\$27.78	12,500	0	0	(12,500)	0
MBL0033	09 August 2006	\$29.50	10,000	0	0	0	10,000
MBL0034	10 August 2006	\$31.00	12,500	0	0	(12,500)	0
MBL0035	13 August 2006	\$29.35	5,000	0	0	0	5,000
MBL0036	27 August 2006	\$35.99	5,000	0	0	0	5,000
MBL0037	28 August 2006	\$34.71	5,000	0	0	0	5,000
MBL0038	29 August 2006	\$35.41	5,000	0	0	0	5,000
MBL0039	30 August 2006	\$27.57	12,500	0	0	0	12,500
MBL0040	31 August 2006	\$34.71	812,220	0	0	(72,414)	739,806
MBL0041	03 September 2006	\$34.82	5,000	0	0	0	5,000
MBL0042	04 September 2006	\$27.60	5,000	0	0	0	5,000
MBL0043	06 September 2006	\$33.95	5,000	0	0	0	5,000
MBL0044	05 September 2006	\$31.48	25,000	0	0	0	25,000
MBL0046	20 September 2006	\$28.19	20,000	0	0	0	20,000
MBL0047	21 September 2006	\$32.20	12,500	0	0	0	12,500
MBL0048	24 September 2006	\$36.66	12,500	0	0	0	12,500
MBL0049	25 September 2006	\$36.48	12,500	0	0	0	12,500
MBL0050	26 September 2006	\$35.95	12,500	0	0	0	12,500
MBL0051	27 September 2006	\$33.01	10,000	0	0	0	10,000
MBL0052	28 September 2006	\$34.71	303,936	0	0	(52,736)	251,200
MBL0053	01 October 2006	\$35.93	5,000	0	0	0	5,000
MBL0054	02 October 2006	\$37.10	5,000	0	0	(5,000)	0
MBL0055	03 October 2006	\$36.47	12,500	0	0	(8,732)	3,768
MBL0056	08 October 2006	\$29.72	5,000	0	0	0	5,000
MBL0057	09 October 2006	\$37.52	5,000	0	0	0	5,000
MBL0058	12 October 2006	\$36.68	5,000	0	0	0	5,000
MBL0059	15 October 2006	\$28.39	5,000	0	0	0	5,000
MBL0060	16 October 2006	\$35.59	5,000	0	0	(5,000)	0
MBL0061	29 October 2006	\$37.75	12,500	0	0	0	12,500
MBL0062	30 October 2006	\$37.05	12,500	0	0	0	12,500
MBL0063	31 October 2006	\$37.26	5,000	0	0	0	5,000
MBL0064	07 November 2006	\$37.94	5,000	0	0	0	5,000
MBL0066	13 November 2006	\$36.85	5,000	0	0	0	5,000
MBL0067	14 November 2006	\$36.86	5,000	0	0	0	5,000
MBL0068	15 November 2006	\$36.70	12,500	0	0	(12,500)	0
MBL0069	16 November 2006	\$35.71	5,000	0	0	0	5,000
MBL0070	22 November 2006	\$37.58	32,500	0	0	0	32,500
MBL0071	26 November 2006	\$36.84	12,500	0	0	0	12,500
MBL0072	03 December 2006	\$36.05	5,000	0	0	0	5,000
MBL0073	05 December 2006	\$35.71	5,000	0	0	0	5,000
MBL0074	10 December 2006	\$36.36	12,500	0	0	0	12,500
MBL0075	20 December 2006	\$37.55	5,000	0	0	0	5,000
MBL0076	25 January 2007	\$37.67	12,500	0	0	0	12,500
MBL0077	04 February 2007	\$37.47	5,000	0	0	0	5,000
MBL0078	12 March 2007	\$36.08	5,000	0	0	0	5,000
MBL0079	13 March 2007	\$36.54	17,500	0	0	0	17,500
MBL0080	14 March 2007	\$36.34	10,000	0	0	0	10,000
MBL0081	15 March 2007	\$35.24	5,000	0	0	0	5,000
MBL0082	18 March 2007	\$37.52	5,000	0	0	0	5,000
MBL0083	19 March 2007	\$36.85	5,000	0	0	0	5,000
MBL0084	20 March 2007	\$35.15	5,000	0	0	0	5,000
MBL0085	21 March 2007	\$36.39	5,000	0	0	0	5,000
MBL0086	22 March 2007	\$36.85	5,000	0	0	0	5,000
MBL0087	25 March 2007	\$36.67	5,000	0	0	0	5,000
MBL0088	26 March 2007	\$36.68	5,000	0	0	0	5,000
MBL0089	27 March 2007	\$36.55	32,500	0	0	0	32,500
MBL0090	28 March 2007	\$36.73	5,000	0	0	(5,000)	0
MBL0091	29 March 2007	\$35.90	5,000	0	0	(5,000)	0
MBL0092	01 April 2007	\$36.34	0	12,500	0	0	12,500
MBL0093	02 April 2007	\$37.52	0	5,000	0	0	5,000
MBL0094	03 April 2007	\$34.82	0	12,500	0	0	12,500
MBL0095	04 April 2007	\$35.99	0	12,500	0	0	12,500
MBL0096	05 April 2007	\$35.22	0	5,000	0	0	5,000
MBL0097	08 April 2007	\$35.59	0	5,000	0	0	5,000
MBL0098	09 April 2007	\$37.35	0	5,000	0	0	5,000
MBL0099	10 April 2007	\$36.67	0	5,000	0	0	5,000
MBL0100	17 April 2007	\$36.48	0	5,000	0	(5,000)	0
MBL0101	18 April 2007	\$36.95	0	5,000	0	0	5,000
MBL0102	23 May 2007	\$33.16	0	5,000	0	0	5,000
MBL0103	24 May 2007	\$35.31	0	5,000	0	0	5,000
MBL0104	27 May 2007	\$32.93	0	12,500	0	0	12,500
MBL0105	28 May 2007	\$32.76	0	5,000	0	0	5,000
MBL0106	29 May 2007	\$33.12	0	5,000	0	0	5,000
MBL0107	04 July 2007	\$33.54	0	45,000	0	0	45,000

MBL0108	05 July 2007	\$33.45	0	5,000	0	0	5,000
MBL0109	08 July 2007	\$33.05	0	12,500	0	0	12,500
MBL0110	09 July 2007	\$33.37	0	12,500	0	0	12,500
MBL0111	10 July 2007	\$36.00	0	5,000	0	0	5,000
MBL0112	11 July 2007	\$35.21	0	5,000	0	(5,000)	0
MBL0113	12 July 2007	\$33.20	0	12,500	0	0	12,500
MBL0114	15 July 2007	\$33.19	0	5,000	0	0	5,000
MBL0115	19 July 2007	\$33.19	0	5,000	0	0	5,000
MBL0116	22 July 2007	\$33.06	0	12,500	0	0	12,500
MBL0117	23 July 2007	\$32.47	0	5,000	0	0	5,000
MBL0118	01 August 2007	\$30.51	0	5,500,205	0	(118,014)	5,382,191
MBL0119	23 August 2007	\$33.45	0	5,000	0	0	5,000
MBL0120	26 August 2007	\$31.54	0	17,500	0	0	17,500
MBL0121	27 August 2007	\$32.77	0	5,000	0	0	5,000
MBL0122	28 August 2007	\$33.06	0	5,000	0	0	5,000
MBL0123	29 August 2007	\$33.10	0	12,500	0	0	12,500
MBL0124	30 August 2007	\$30.51	0	960,450	0	(13,941)	946,509
MBL0125	02 September 2007	\$31.49	0	5,000	0	0	5,000
MBL0126	03 September 2007	\$32.90	0	12,500	0	0	12,500
MBL0127	04 September 2007	\$33.28	0	5,000	0	(5,000)	0
MBL0128	05 September 2007	\$31.28	0	5,000	0	0	5,000
MBL0129	06 September 2007	\$30.51	0	20,000	0	0	20,000
MBL0130	10 October 2007	\$30.51	0	5,000	0	0	5,000
MBL0131	11 October 2007	\$30.51	0	237,000	0	(8,674)	228,326
MBL0132	14 October 2007	\$33.20	0	5,000	0	0	5,000
MBL0133	15 October 2007	\$26.45	0	20,000	0	0	20,000
MBL0134	16 October 2007	\$37.43	0	5,000	0	0	5,000
MBL0135	21 October 2007	\$31.28	0	5,000	0	0	5,000
MBL0136	24 October 2007	\$25.04	0	5,000	0	0	5,000
MBL0137	25 October 2007	\$24.60	0	5,000	0	0	5,000
MBL0138	28 October 2007	\$24.48	0	5,000	0	0	5,000
MBL0139	05 November 2007	\$24.57	0	5,000	0	0	5,000
MBL0140	20 November 2007	\$30.51	0	22,200	0	(4,900)	17,300
MBL0141	29 November 2007	\$33.20	0	5,000	0	0	5,000
MBL0142	24 December 2007	\$30.51	0	318,500	0	(7,500)	311,000
MBL0143	27 December 2007	\$27.18	0	12,500	0	0	12,500
MBL0144	30 December 2007	\$31.54	0	25,000	0	0	25,000
MBL0145	31 December 2007	\$23.25	0	5,000	0	(5,000)	0
MBL0146	02 January 2008	\$26.45	0	5,000	0	0	5,000
MBL0147	03 January 2008	\$31.56	0	12,500	0	0	12,500
MBL0148	28 January 2008	\$22.22	0	12,500	0	0	12,500
MBL0149	03 February 2008	\$21.66	0	12,500	0	0	12,500
MBL0150	04 February 2008	\$30.22	0	5,000	0	0	5,000
MBL0151	24 January 2008	\$23.48	0	5,000	0	0	5,000
MBL0152	06 February 2008	\$22.42	0	5,000	0	0	5,000
MBL0153	10 February 2008	\$20.44	0	5,000	0	0	5,000
MBL0154	11 February 2008	\$21.08	0	5,000	0	0	5,000
MBL0155	12 February 2008	\$23.03	0	5,000	0	0	5,000
MBL0156	13 February 2008	\$20.50	0	5,000	0	0	5,000
MBL0157	14 February 2008	\$20.96	0	5,000	0	0	5,000
MBL0158	19 February 2008	\$22.76	0	5,000	0	0	5,000
MBL0159	03 March 2008	\$25.93	0	5,000	0	0	5,000
MBL0160	04 March 2008	\$21.54	0	5,000	0	0	5,000
MBL0161	05 March 2008	\$23.82	0	5,000	0	0	5,000
MBL0162	06 March 2008	\$22.22	0	3,000	0	0	3,000
MBL0163	07 March 2008	\$25.23	0	5,000	0	0	5,000
MBL0164	10 March 2008	\$23.55	0	12,500	0	0	12,500
MBL0165	12 March 2008	\$23.82	0	5,000	0	0	5,000
MBL0166	13 March 2008	\$21.23	0	5,000	0	0	5,000
MBL0167	14 March 2008	\$25.82	0	32,500	0	0	32,500
MBL0168	17 March 2008	\$20.57	0	12,500	0	0	12,500
MBL0169	24 March 2008	\$25.23	0	12,500	0	0	12,500
			21,328,077	7,658,855	(3,036,064)	(1,077,863)	24,873,005

MACQUARIE BANK LIMITED
and its controlled entities

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
AS AT 31 MARCH 2003

SEGMENT REPORTING

Segment revenues, expenses, assets and liabilities are those that are directly attributable to a segment or the relevant portion that can be allocated to a segment on a reasonable basis. Segment assets include all assets used by a segment. The carrying amount of certain assets used jointly by segments are allocated based on reasonable estimates of usage.

Any transfers between segments have been determined on an arms -length basis and eliminated on consolidation.

The segment information has been prepared in conformity with the economic entity's accounting policies as disclosed in Note 1 – Significant accounting policies.

Primary segment - business

For internal reporting and risk management purposes, the economic entity is divided into six operating Groups (“the Groups”). The Groups do not meet the definition of a reportable business segment for the purposes of reporting in accordance with AASB 1005 “Segment Reporting”, because the Groups provide certain products to customers which have the same, or similar, risk and return characteristics. The revised AASB 1005 has been applied for the first time by the economic entity for the financial year ended 31 March 2003.

For the purposes of determining business segments the activities of the economic entity have been divided into four areas:

- Asset and Wealth Management: distribution and manufacture of funds management products;
- Financial Markets: trading in fixed income, equities, currency, commodities and derivative products;
- Investment Banking: corporate and structured finance, advisory, underwriting, facilitation, broking and real estate/property development; and
- Lending: banking activities, mortgages, margin lending and leasing.

	Asset and Wealth Management \$M	Financial Markets \$M	Investment Banking \$M	Lending \$M	Total \$M
31 March 2003					
Financial performance					
Revenue from external customers	669	1,039	1,035	575	3,318
Intersegmental revenue	3	(157)	(37)	191	-
Share of profits or losses of associates and incorporated joint ventures	1	1	(3)	1	-
Total revenue from ordinary activities	673	883	995	767	3,318
Profit from ordinary activities before income tax	108	120	158	74	460
Income tax (expense)/benefit	(26)	(23)	(40)	(7)	(96)
Profit from ordinary activities after income tax	82	97	118	67	364
Non-cash expenses: depreciation	(19)	(11)	(13)	(7)	(50)
Financial position					
Total assets	3,058	16,998	3,684	8,777	32,517
Total liabilities	2,734	23,497	557	3,144	29,932
Fixed assets acquired during the Financial year	12	9	520	9	550
Investment in associates and incorporated joint ventures	12	7	107	16	142

MACQUARIE BANK LIMITED
and its controlled entities

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
AS AT 31 MARCH 2003

Primary segment – business

	Asset and Wealth Management \$M	Financial Markets \$M	Investment Banking \$M	Lending \$M	Total \$M
31 March 2002					
Financial performance					
Revenue from external customers	597	974	804	525	2,900
Intersegmental revenue	6	(150)	(53)	197	-
Share of profits or losses of associates and incorporated joint ventures	5	-	-	1	6
Total revenue from ordinary activities	608	824	751	723	2,906
Profit from ordinary activities before income tax	65	73	137	80	355
Income tax (expense)	(14)	(17)	(25)	(20)	(76)
Profit from ordinary activities after income tax	51	56	112	60	279
Non-cash expenses: depreciation	(16)	(11)	(13)	(6)	(46)
Financial position					
Total assets	3,180	14,899	3,249	8,906	30,234
Total liabilities	2,792	20,662	1,070	3,293	27,817
Fixed assets acquired during the financial year	52	10	7	6	75
Investment in associates and incorporated joint ventures	22	-	45	23	90

Secondary segment - geographical

Geographical segments have been determined based on where the revenues have been recorded and customers are located. The operations of the economic entity are headquartered in Australia and this is the only location that is a reportable segment. All other locations are below the reportable segment threshold and have been collectively classified as "other".

	Australia \$M	Other \$M	Total \$M
31 March 2003			
Revenue from external customers	2,732	586	3,318
Total assets	21,756	10,761	32,517
Fixed assets acquired during the financial year	547	3	550
31 March 2002			
Revenue from external customers	2,333	567	2,900
Total assets	23,507	6,727	30,234
Fixed assets acquired during the financial year	64	11	75